5/027/079



## United States Department of the Interior

BUREAU OF LAND MANAGEMENT FILLMORE FIELD OFFICE 35 East 500 North Fillmore, UT 84631



In Reply Refer to: 3800 UT-010 UTU-078275

April 22, 2003

CERTIFIED MAIL #7001 1940 0004 6456 0366 RETURN RECEIPT REQUESTED

CAMBRILLIC NATURAL STONE, L.L.C. WILLIAM PAPPAS, MANAGER 1730 SOUTH 1100 EAST SALT LAKE CITY, UT 84105

JERRY GATTO
230 E. BROADWAY, SUITE 1205
SALT LAKE CITY, UT 84111

Dear Messrs Pappas and Gatto:

Thank you for coming into the office on April 16, 2003 and discussing with Sheri Wysong the letter you submitted to the Bureau of Land Management (BLM) Utah State Office on April 14, 2003. In this letter you state that Cambrillic Natural Stone L.L.C. will begin mining the week of April 14, 2003, on their approved Plan of Operations. This Plan of Operations was approved with stipulations requiring the submission of an interim bond in the amount of \$5,000 and establishing an escrow account of at least \$1,000 prior to any earth disturbing activities occurring at the site. Even though these items are under appeal to Interior Board of Land Appeals (IBLA), they are in full force and effect because a stay was not granted. If you conduct mining activity without providing the required interim financial guarantee and establishing the required escrow account, you will be in noncompliance and subject to an enforcement order specified in 43 CFR 3809.601 and may be subject to penalties specified in 43 CFR 3809.700.

During the April 16, 2003 meeting, you broached the subject of submitting a Plan of Operations to mine in the Spectrum quarry. On April 23, 1997, the site of the Spectrum Quarry was designated a Community Pit. On September 21, 1998, Dick Stone and several other claimants located a mining claim over the site. This claim was later transferred to Unique Minerals. On August 27, 1999, Cambrillic Natural Stone located a mining claim over the site. On September 1, 1999, the original Spectrum claim (UMC 46344, serial register page

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enclosed) was abandoned, so in November of 1999, we began making over-the-counter sales from the quarry, since the designation of the community pit gave the BLM a superior right to remove the mineral material as against the subsequent mining claim locations.

In May of 2000, we issued a decision to approve a negotiated sale at the Spectrum quarry to Levin Stone. Unique Minerals and Cambrillic Natural Stone both appealed the decision based on their belief that the stone is an uncommon variety, and thus not saleable. In July of 2000, IBLA ordered a stay of the sale, and, as of the date of this letter, has not yet issued a decision. So, if you submit a Plan for the Spectrum Quarry, we will consult with our solicitor for advice as to whether it would be appropriate to process the Plan under those circumstances.

Regardless of whether you choose to submit a new Plan for the Spectrum Quarry, or operate under the approved Plan on the Billy Boy claims, you must comply with current Surface Management regulations that became effective on January 20, 2001. You were given copies of these regulations during the April 16, 2003 meeting. The Plan for the Billy Boy claims was approved prior to the effective date of the current regulations, and in accordance with 43 CFR 3809.505, the financial guarantee amount must meet the requirement of these regulations. Since no mining activity has occurred at this site, the interim financial guarantee amount has not been reviewed to ensure it covers the estimated cost as if BLM were to contract with a third party to reclaim your operations according to the reclamation plan. We will review the estimated cost of reclamation to ensure that it meets the requirements of the current regulations. A decision will be issued notifying you of any changes in the financial guarantee amount required to satisfy the current regulations. If you have any questions regarding this letter, please contact Sheri Wysong at (435) 743-3124 or Larry Garahana at (435) 743-3126.

Sincerely,

Rex Rowley

Field Office Manager

Lex Lowley

Enclosure

Serial Register Page

cc: Wayne Hedberg, DOGM (S/027/079)

Unique Minerals 18458 W Carter Circle Cedar

Unique Minerals, 18458 W Carter Circle, Cedar Valley, UT 84103 Levin Stone, PO BOX 95, Ash Fork, AZ 86320